



## IDFC BOND FUND - Short Term Plan

(Previously known as IDFC Super Saver Income Fund - Short Term Plan)

An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 year and 3 years.

A Short Term Income Fund, the portfolio is mostly a mix of short duration debt and money market instruments. The average portfolio maturity will be ordinarily anchored around 2 years.

### OUTLOOK

This is the second phase of global financial repression and is likely to be pronounced and sustained for developed markets. For countries like India, where long term financing needs are substantial, the saver will have to come into focus at some juncture. Meanwhile, investors are living with very low absolute yields on quality bonds with lower duration risk. Steep yield curves and wider credit risk premia are tempting avenues to increase returns. However, both these phenomena are logical pricing of the risks embedded in the system. Importantly, the magnitude of shock underway is unprecedented and the information available to assess its impact is thin. Therefore, it is very critical that investors follow a logical framework for allocation and not get pushed into taking risks that are outside their realm of appetite and / or aren't well thought out. Outside of agriculture, the macro narrative hasn't changed discerningly for the better for the rest of the economy. Hence, this isn't time to move into diluted credits despite the collapse in quality rates & it is critical to wait for an improvement in the underlying environment. In the meanwhile, one has to live with this period in the least damaging way possible. In our view this is accepting lower returns for now rather than unnaturally expanding risk appetite.

**Fund Features:** (Data as on 31st July'20)

**Category:** Short Duration

**Monthly Avg AUM:** ₹13,185.62 Crores

**Inception Date:** 14th December 2000

**Fund Manager:** Mr. Suyash Choudhary  
(Since 11th March 2011)

**Standard Deviation (Annualized):**  
1.94%

**Modified Duration:** 1.79 years

**Average Maturity:** 2.04 years

**Macaulay Duration:** 1.88 years

**Yield to Maturity:** 4.69%

**Benchmark:** NIFTY AAA Short Duration Bond Index (w.e.f 11/11/2019)

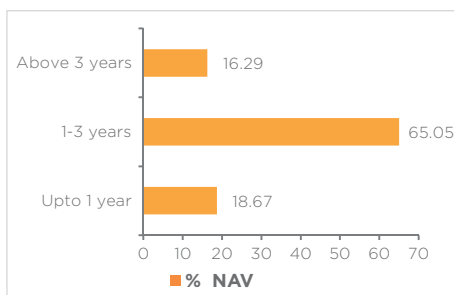
**Minimum Investment Amount:**

₹5,000/- and any amount thereafter

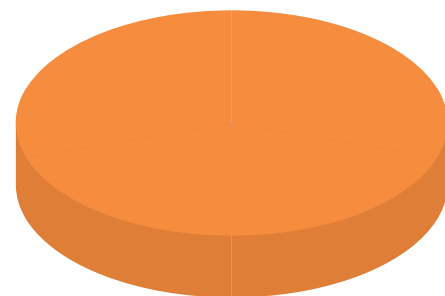
**Exit Load:** Nil (w.e.f. 23rd May 2016)

**Options Available:** Growth, Dividend - Fortnightly (Payout, Reinvestment & Sweep), Monthly, Quarterly, Annual & Periodic

### Maturity Bucket:



### ASSET QUALITY



AAA Equivalent  
**100.00%**

**PORTFOLIO** (31 July 2020)

Name	Rating	Total (%)
<b>Corporate Bond</b>		<b>93.29%</b>
Reliance Industries	AAA	11.87%
NABARD	AAA	11.29%
HDFC	AAA	10.64%
LIC Housing Finance	AAA	9.42%
Power Finance Corporation	AAA	8.69%
Indian Railway Finance Corporation	AAA	7.26%
REC	AAA	7.18%
National Housing Bank	AAA	5.80%
Small Industries Dev Bank of India	AAA	5.33%
National Highways Auth of Ind	AAA	3.80%
NTPC	AAA	3.27%
Power Grid Corporation of India	AAA	2.50%
Larsen & Toubro	AAA	2.33%
Bajaj Finance	AAA	1.85%
HDB Financial Services	AAA	1.43%
Sundaram Finance	AAA	0.59%
Export Import Bank of India	AAA	0.04%
<b>Certificate of Deposit</b>		<b>1.57%</b>
Axis Bank	A1+	1.19%
Export Import Bank of India	A1+	0.38%
<b>Treasury Bill</b>		<b>1.16%</b>
364 Days Tbill - 2020	SOV	0.77%
91 Days Tbill - 2020	SOV	0.39%
<b>PTC</b>		<b>0.65%</b>
First Business Receivables Trust <sup>^</sup>	AAA(SO)	0.65%
<b>Net Cash and Cash Equivalent</b>		<b>3.33%</b>
<b>Grand Total</b>		<b>100.00%</b>

 First Business Receivables Trust<sup>^</sup> - wt. avg. mat: 2.34years


This product is suitable for investors who are seeking\*:

- To generate optimal returns over short to medium term
- Investments in Debt & Money Market securities such that the Macaulay duration of the portfolio is between 1 year and 3 years

\*Investors should consult their financial advisors if in doubt about whether the product is suitable for them.